

F - Environmental and Public Protection Cabinet

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Summary Totals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	23,982,600	23,982,600	23,982,600	22,692,700	22,692,700	22,692,700	23,496,000	23,496,000	23,496,000
General Fund	81,786,400	81,786,400	81,786,400	98,248,800	98,098,800	99,373,800	107,692,500	109,047,500	109,122,500
Restricted Funds	429,852,100	429,852,100	429,852,100	430,193,300	429,877,200	429,877,200	424,874,300	424,874,300	424,874,300
Federal Funds	72,551,500	72,551,500	72,551,500	74,763,800	74,763,800	74,763,800	75,575,500	75,575,500	75,575,500
Road Fund						300,000			300,000
Regular Total Funds	608,172,600	608,172,600	608,172,600	625,898,600	625,432,500	627,007,500	631,638,300	632,993,300	633,368,300
Use of Continuing	8,140,600	8,140,600	8,140,600	44,000	44,000	44,000	44,000	44,000	44,000
TOTAL FUNDS	616,313,200	616,313,200	616,313,200	625,942,600	625,476,500	627,051,500	631,682,300	633,037,300	633,412,300

II. EXPENDITURE CATEGORY

Personnel Costs	210,482,500	210,482,500	210,482,500	225,892,100	225,742,100	225,817,100	229,889,600	229,739,600	229,814,600
Operating Expenses	190,856,200	190,856,200	190,856,200	204,792,600	204,476,500	205,976,500	203,925,100	203,925,100	204,225,100
Grants, Loans, Benefits	181,713,100	181,713,100	181,713,100	171,684,100	171,684,100	171,684,100	177,545,200	177,545,200	177,545,200
Debt Service	589,000	589,000	589,000	589,000	589,000	589,000	2,563,000	4,068,000	4,068,000
Capital Outlay	21,895,100	21,895,100	21,895,100	10,484,800	10,484,800	10,484,800	5,759,400	5,759,400	5,759,400
Construction	10,777,300	10,777,300	10,777,300	12,500,000	12,500,000	12,500,000	12,000,000	12,000,000	12,000,000
TOTAL EXPENDITURES	616,313,200	616,313,200	616,313,200	625,942,600	625,476,500	627,051,500	631,682,300	633,037,300	633,412,300

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund (Tobacco)	23,982,600	23,982,600	23,982,600	18,692,700	18,692,700	18,692,700	20,496,000	20,496,000	20,496,000
General Fund	81,765,400	81,765,400	81,765,400	87,962,600	87,962,600	89,162,600	88,266,400	88,266,400	88,266,400
Restricted Funds	429,852,100	429,852,100	429,852,100	414,425,000	414,425,000	414,425,000	411,766,800	411,766,800	411,766,800
Federal Funds	72,551,500	72,551,500	72,551,500	71,318,900	71,318,900	71,318,900	71,955,300	71,955,300	71,955,300
Regular Total Funds	608,151,600	608,151,600	608,151,600	592,399,200	592,399,200	593,599,200	592,484,500	592,484,500	592,484,500
Use of Continuing	8,140,600	8,140,600	8,140,600	44,000	44,000	44,000	44,000	44,000	44,000
TOTAL BASE LEVEL	616,292,200	616,292,200	616,292,200	592,443,200	592,443,200	593,643,200	592,528,500	592,528,500	592,528,500

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund (Tobacco)				4,000,000	4,000,000	4,000,000	3,000,000	3,000,000	3,000,000
General Fund	21,000	21,000	21,000	10,286,200	10,136,200	10,211,200	19,426,100	20,781,100	20,856,100
Restricted Funds				15,768,300	15,452,200	15,452,200	13,107,500	13,107,500	13,107,500
Federal Funds				3,444,900	3,444,900	3,444,900	3,620,200	3,620,200	3,620,200
Road Fund						300,000			300,000
TOTAL ADDITIONAL	21,000	21,000	21,000	33,499,400	33,033,300	33,408,300	39,153,800	40,508,800	40,883,800

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Capital Budget

Summary Totals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
General Fund									
Restricted Funds				6,100,000	6,100,000	6,100,000	5,600,000	5,600,000	5,600,000
Federal Funds				1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Bond Funds				30,000,000	25,000,000	25,000,000			
Investment Income				200,000	200,000	200,000	200,000	200,000	200,000
TOTAL CAPITAL				37,300,000	32,300,000	32,300,000	6,800,000	6,800,000	6,800,000

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

General Administration and Program Support

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	9,396,500	9,396,500	9,396,500	8,752,100	8,752,100	8,752,100	8,775,400	8,541,400	8,541,400
Restricted Funds	5,911,600	5,911,600	5,911,600	6,708,200	6,708,200	6,708,200	7,132,900	7,132,900	7,132,900
Federal Funds	1,468,600	1,468,600	1,468,600	1,531,900	1,531,900	1,531,900	1,612,700	1,612,700	1,612,700
Regular Total Funds	16,776,700	16,776,700	16,776,700	16,992,200	16,992,200	16,992,200	17,521,000	17,287,000	17,287,000
Use of Continuing									
TOTAL FUNDS	16,776,700	16,776,700	16,776,700	16,992,200	16,992,200	16,992,200	17,521,000	17,287,000	17,287,000
II. EXPENDITURE CATEGORY									
Personnel Costs	14,825,000	14,825,000	14,825,000	15,082,700	15,082,700	15,082,700	15,379,500	15,379,500	15,379,500
Operating Expenses	1,938,700	1,938,700	1,938,700	1,896,500	1,896,500	1,896,500	1,894,500	1,894,500	1,894,500
Debt Service							234,000		
Capital Outlay	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000	13,000
TOTAL EXPENDITURES	16,776,700	16,776,700	16,776,700	16,992,200	16,992,200	16,992,200	17,521,000	17,287,000	17,287,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	9,396,500	9,396,500	9,396,500	8,752,100	8,752,100	8,752,100	8,541,400	8,541,400	8,541,400
Restricted Funds	5,911,600	5,911,600	5,911,600	6,591,700	6,591,700	6,591,700	7,011,400	7,011,400	7,011,400
Federal Funds	1,468,600	1,468,600	1,468,600	1,531,900	1,531,900	1,531,900	1,612,700	1,612,700	1,612,700
Regular Total Funds	16,776,700	16,776,700	16,776,700	16,875,700	16,875,700	16,875,700	17,165,500	17,165,500	17,165,500
Use of Continuing									
TOTAL BASE LEVEL	16,776,700	16,776,700	16,776,700	16,875,700	16,875,700	16,875,700	17,165,500	17,165,500	17,165,500
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund							234,000		
Restricted Funds				116,500	116,500	116,500	121,500	121,500	121,500
TOTAL ADDITIONAL				116,500	116,500	116,500	355,500	121,500	121,500
V. ADDITIONAL BUDGET ITEMS									
1 GB	General Administration and Support Programs- Legal Services								
ABR5690006	Provide funds for two (2) full-time Staff Attorney positions.								
Restricted Funds				116,500	116,500	116,500	121,500	121,500	121,500
Project Total				116,500	116,500	116,500	121,500	121,500	121,500
2 GB	General Administration and Program Support Program-KY Heritage Land Conservation Fund								
ABR5690009	Provide 1/2 year debt service for KY Heritage Land Conservation Fund Bond.								
General Fund							234,000		
Project Total							234,000		

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY**F - Environmental and Public Protection Cabinet****Operating Budget****General Administration and Program Support**

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
TOTAL ADDITIONAL				116,500	116,500	116,500	355,500	121,500	121,500

**Fiscal Biennium 2006-2008
Budget Modification Report**

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General Administration and Program Support

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House reduces General Fund support totaling \$500,000 in fiscal year 2006-2007 and \$500,000 in fiscal year 2007-2008.

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"Salary Range Increase for Engineering Positions: Notwithstanding any other provision of law, the Secretary of the Environmental and Public Protection Cabinet may increase the salary range for authorized engineering positions within the Cabinet's air, waste, water, and mining programs as necessary to allow for employment and retention of staff sufficient to timely provide the permitting and compliance determinations under those programs. The salary range and caps may be exceeded only upon a finding by the Secretary that the increases are necessary and the presentation of the new salary range and the justification for that new range to the Interim Joint Committee on Appropriations and Revenue."

"Kentucky Heritage Land Conservation Fund Debt Service: Included in the above General Fund appropriation is \$234,000 in fiscal year 2007-2008 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

SENATE REPORT

The Senate concurs with the House with the following changes:

The Senate removes the following Part I, Operating Budget, language provisions:

**Fiscal Biennium 2006-2008
Budget Modification Report**

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General Administration and Program Support

"Salary Range Increase for Engineering Positions: Notwithstanding any other provision of law, the Secretary of the Environmental and Public Protection Cabinet may increase the salary range for authorized engineering positions within the Cabinet's air, waste, water, and mining programs as necessary to allow for employment and retention of staff sufficient to timely provide the permitting and compliance determinations under those programs. The salary range and caps may be exceeded only upon a finding by the Secretary that the increases are necessary and the presentation of the new salary range and the justification for that new range to the Interim Joint Committee on Appropriations and Revenue."

"Kentucky Heritage Land Conservation Fund Debt Service: Included in the above General Fund appropriation is \$234,000 in fiscal year 2007-2008 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

CONFERENCE REPORT

The Conference concurs with the Senate with the following change:

The Conference adds the following Part I, Operating Budget, language provision:

"Salary Range Increase for Engineering and Mine Inspector Positions: Notwithstanding any other provision of law, the Secretary of the Environmental and Public Protection Cabinet may increase the salary range for authorized engineering and mine inspector positions within the Cabinet's air, waste, water, and mining programs as necessary to allow for employment and retention of staff sufficient to timely provide the permitting and compliance determinations under those programs. The salary range and caps may be exceeded only upon a finding by the Secretary that the increases are necessary and the presentation of the new salary range and the justification for that new range to the Interim Joint Committee on Appropriations and Revenue."

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Capital Budget

General Administration and Program Support

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Restricted Funds				3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Federal Funds				1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Bond Funds				5,000,000					
Investment Income				200,000	200,000	200,000	200,000	200,000	200,000
TOTAL CAPITAL				9,200,000	4,200,000	4,200,000	4,200,000	4,200,000	4,200,000

II. CAPITAL PROJECTS

1 Maintenance Pool for Cabinet Owned Facilities

PRJ5691494									
Investment Income				200,000	200,000	200,000	200,000	200,000	200,000
Project Total				200,000	200,000	200,000	200,000	200,000	200,000

2 Kentucky Heritage Land Conservation Fund

PRJ5691493									
Restricted Funds				3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Federal Funds				1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Bond Funds				5,000,000					
Project Total				9,000,000	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
TOTAL CAPITAL				9,200,000	4,200,000	4,200,000	4,200,000	4,200,000	4,200,000

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Environmental Protection

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	23,531,500	23,531,500	23,531,500	25,611,800	25,611,800	25,611,800	26,118,000	26,118,000	26,118,000
Restricted Funds	50,377,500	50,377,500	50,377,500	40,610,300	40,294,200	40,294,200	35,159,600	35,159,600	35,159,600
Federal Funds	17,980,700	17,980,700	17,980,700	19,047,400	19,047,400	19,047,400	19,237,600	19,237,600	19,237,600
Road Fund						300,000			300,000
Regular Total Funds	91,889,700	91,889,700	91,889,700	85,269,500	84,953,400	85,253,400	80,515,200	80,515,200	80,815,200
Use of Continuing									
TOTAL FUNDS	91,889,700	91,889,700	91,889,700	85,269,500	84,953,400	85,253,400	80,515,200	80,515,200	80,815,200
II. EXPENDITURE CATEGORY									
Personnel Costs	46,541,800	46,541,800	46,541,800	52,803,500	52,803,500	52,803,500	53,058,000	53,058,000	53,058,000
Operating Expenses	7,557,300	7,557,300	7,557,300	7,529,600	7,213,500	7,513,500	7,511,200	7,511,200	7,811,200
Grants, Loans, Benefits	18,153,800	18,153,800	18,153,800	16,300,600	16,300,600	16,300,600	16,307,300	16,307,300	16,307,300
Capital Outlay	19,104,500	19,104,500	19,104,500	8,135,800	8,135,800	8,135,800	3,638,700	3,638,700	3,638,700
Construction	532,300	532,300	532,300	500,000	500,000	500,000			
TOTAL EXPENDITURES	91,889,700	91,889,700	91,889,700	85,269,500	84,953,400	85,253,400	80,515,200	80,515,200	80,815,200
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	23,510,500	23,510,500	23,510,500	24,740,800	24,740,800	24,740,800	25,218,000	25,218,000	25,218,000
Restricted Funds	50,377,500	50,377,500	50,377,500	32,639,200	32,639,200	32,639,200	27,653,600	27,653,600	27,653,600
Federal Funds	17,980,700	17,980,700	17,980,700	17,089,700	17,089,700	17,089,700	17,127,200	17,127,200	17,127,200
Regular Total Funds	91,868,700	91,868,700	91,868,700	74,469,700	74,469,700	74,469,700	69,998,800	69,998,800	69,998,800
Use of Continuing									
TOTAL BASE LEVEL	91,868,700	91,868,700	91,868,700	74,469,700	74,469,700	74,469,700	69,998,800	69,998,800	69,998,800
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund	21,000	21,000	21,000	871,000	871,000	871,000	900,000	900,000	900,000
Restricted Funds				7,971,100	7,655,000	7,655,000	7,506,000	7,506,000	7,506,000
Federal Funds				1,957,700	1,957,700	1,957,700	2,110,400	2,110,400	2,110,400
Road Fund						300,000			300,000
TOTAL ADDITIONAL	21,000	21,000	21,000	10,799,800	10,483,700	10,783,700	10,516,400	10,516,400	10,816,400
V. ADDITIONAL BUDGET ITEMS									
1 GB Environmental Protection- Commissioner's Office									
ABR5900001 Provide funds for one (1) full-time position to maintain TEMPO computer system.									
Restricted Funds				59,200	59,200	59,200	62,800	62,800	62,800
Project Total				59,200	59,200	59,200	62,800	62,800	62,800

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Environmental Protection

			Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
			House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
2	GB	Environmental Protection- Division of Water									
ABR5900002			Provide funds for 19 full-time positions necessary to meet federal EPA requirements.								
General Fund						871,000	871,000	871,000	900,000	900,000	900,000
Federal Funds						922,000	922,000	922,000	1,109,000	1,109,000	1,109,000
Project Total						1,793,000	1,793,000	1,793,000	2,009,000	2,009,000	2,009,000
3	GB	Environmental Protection- Air Quality									
ABR5900007			Provide funds for 33 full-time positions necessary to meet federal Clean Air Act requirements.								
Restricted Funds						1,097,000	1,097,000	1,097,000	1,122,300	1,122,300	1,122,300
Federal Funds						341,800	341,800	341,800	343,400	343,400	343,400
Project Total						1,438,800	1,438,800	1,438,800	1,465,700	1,465,700	1,465,700
4	GB	Environmental Protection- Air Quality									
ABR5900013			Provide funds for one (1) full-time position to expedite the permitting process.								
Restricted Funds						47,000	47,000	47,000	48,000	48,000	48,000
Project Total						47,000	47,000	47,000	48,000	48,000	48,000
5	EXPAN	Environmental Protection- Division of Water - 404 Program Assumption									
ABR5900003			Provides Road Fund support for 404 implementation.								
Restricted Funds						550,100					
Road Fund								300,000			300,000
Project Total						550,100		300,000			300,000
6	EXPAN	Environmental Protection- DWM - Brownfields									
ABR5900010			Provide funds for one (1) full-time Environmental Technologist position.								
Federal Funds						69,300	69,300	69,300	72,400	72,400	72,400
Project Total						69,300	69,300	69,300	72,400	72,400	72,400
7	EXPAN	Environmental Protection- Division of Water - Capacity Development									
ABR5900005			Provide funds for seven (7) full-time positions.								
Federal Funds						514,500	514,500	514,500	475,900	475,900	475,900
Project Total						514,500	514,500	514,500	475,900	475,900	475,900
8	EXPAN	Environmental Protection- Division of Water - Water Resource Planning									
ABR5900006			Provide funds for two (2) full-time positions.								
Federal Funds						110,100	110,100	110,100	109,700	109,700	109,700
Project Total						110,100	110,100	110,100	109,700	109,700	109,700

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Environmental Protection

		Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
		House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
9	RRF	Environmental Protection- DWM - Hazardous Waste Funding								
ABR5900011		Provide Restricted Funds for Hazardous Waste Program.								
Restricted Funds					3,531,100	3,531,100	3,531,100	3,591,200	3,591,200	3,591,200
Project Total					3,531,100	3,531,100	3,531,100	3,591,200	3,591,200	3,591,200
10	RRF	Environmental Protection- DWM - Waste Tire Funding								
ABR5900012		Provide Restricted Funds for Tire Trust Fund.								
Restricted Funds					2,686,700	2,686,700	2,686,700	2,681,700	2,681,700	2,681,700
Project Total					2,686,700	2,686,700	2,686,700	2,681,700	2,681,700	2,681,700
11	CONT	Restore funding for Maxey Flats								
ABR5900023		Restore funding for Maxey Flats.								
General Fund		21,000	21,000	21,000						
Project Total		21,000	21,000	21,000						
12	NEW	Environmental Protection - Division of Water-Water Discharge Permitting Program								
ABR5900024		Provide Restricted Funds for Clean Water Act, Water Quality Standards and Discharge Permitting.								
Restricted Funds						234,000	234,000			
Project Total						234,000	234,000			
TOTAL ADDITIONAL		21,000	21,000	21,000	10,799,800	10,483,700	10,783,700	10,516,400	10,516,400	10,816,400

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Environmental Protection

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Division of Waste Management Kentucky Pride Trust Fund, Restricted Funds of \$20,006,300 in fiscal year 2006-2007 and \$2,006,300 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"404 Permitting Program: Notwithstanding KRS 224.20-050(4) and 224.20-730, \$550,100 in Restricted Funds shall be transferred in fiscal year 2006-2007 from the Division of Air Quality to the Division of Water to be used for activities relating to the pursuit of state primacy of the Clean Water Act Section 404 Permitting Program. The funds may also be used for the initial operating costs associated with the program."

"Municipal Solid Waste Landfill Inspectors: Notwithstanding KRS 224.43-320, no funds are provided in the above appropriations for the assignment of full-time inspectors to each municipal solid waste landfill operating in the Commonwealth."

"Kentucky Pride Program: Included in the above Restricted Funds appropriation is \$18,339,300 in fiscal year 2006-2007 and \$13,705,400 in fiscal year 2007-2008 for the Kentucky Pride Program."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Solid Waste Enforcement Activity: In accordance with KRS 224.43-505, the Environmental and Public Protection Cabinet shall suspend until July 1, 2008, enforcement activity regarding landfill closure, maintenance, monitoring, and remediation obligations

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Environmental Protection

against formerly permitted municipal solid waste disposal and water facilities owned by a city or county that ceases accepting waste prior to July 1, 1992, except as necessary to abate an environmental emergency."

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate amends the following Part I, Operating Budget, language provision:

"Water Discharge Permitting Program: Notwithstanding KRS 224.20-730, \$233,926 in Restricted Funds shall be transferred in fiscal year 2006-2007 from the Division of Air Quality to the Division of Water to be used for activities relating to the Clean Water Act, Water Quality Standards and Discharge Permitting."

CONFERENCE REPORT

The Conference concurs with the Senate with the following change:

The Conference adds the following Part I, Operating Budget, language provision:

"404 Permitting Program: Included in the above Road Fund appropriation is \$300,000 in each year of the biennium for the U.S. Clean Water Act section for 404 Permitting Program in the Environmental and Public Protection Cabinet's Division of Water, to facilitate highway construction projects."

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Capital Budget

Environmental Protection

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
General Fund									
Restricted Funds				3,100,000	3,100,000	3,100,000	2,600,000	2,600,000	2,600,000
TOTAL CAPITAL				3,100,000	3,100,000	3,100,000	2,600,000	2,600,000	2,600,000
II. CAPITAL PROJECTS									
1 DEP Maxey Flats Construct Deep Well Monitoring									
PRJ5901465									
Restricted Funds				500,000	500,000	500,000			
Project Total				500,000	500,000	500,000			
2 St Funded Leaking Underground Storage Tanks Addl									
PRJ5901463									
Restricted Funds				500,000	500,000	500,000	500,000	500,000	500,000
Project Total				500,000	500,000	500,000	500,000	500,000	500,000
3 Hazardous Waste Management Fund									
PRJ5901462									
Restricted Funds				2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
Project Total				2,100,000	2,100,000	2,100,000	2,100,000	2,100,000	2,100,000
4 Schenkel Lane									
PRJ5901468									
General Fund									
Project Total									
5 Ash Building - Fort Boone Plaza									
PRJ5901469									
General Fund									
Project Total									
TOTAL CAPITAL				3,100,000	3,100,000	3,100,000	2,600,000	2,600,000	2,600,000

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Natural Resources

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	8,370,000	8,370,000	8,370,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000	9,000,000
General Fund	13,980,200	13,980,200	13,980,200	14,895,300	14,895,300	14,895,300	14,895,700	14,895,700	14,895,700
Restricted Funds	6,259,000	6,259,000	6,259,000	5,704,300	5,704,300	5,704,300	5,886,500	5,886,500	5,886,500
Federal Funds	9,166,300	9,166,300	9,166,300	9,134,100	9,134,100	9,134,100	9,129,400	9,129,400	9,129,400
Regular Total Funds	37,775,500	37,775,500	37,775,500	38,733,700	38,733,700	38,733,700	38,911,600	38,911,600	38,911,600
Use of Continuing	5,966,900	5,966,900	5,966,900						
TOTAL FUNDS	43,742,400	43,742,400	43,742,400	38,733,700	38,733,700	38,733,700	38,911,600	38,911,600	38,911,600

II. EXPENDITURE CATEGORY

Personnel Costs	15,072,500	15,072,500	15,072,500	15,733,800	15,733,800	15,733,800	16,097,600	16,097,600	16,097,600
Operating Expenses	3,685,500	3,685,500	3,685,500	3,760,800	3,760,800	3,760,800	3,755,600	3,755,600	3,755,600
Grants, Loans, Benefits	23,965,700	23,965,700	23,965,700	18,539,100	18,539,100	18,539,100	18,358,400	18,358,400	18,358,400
Capital Outlay	1,018,700	1,018,700	1,018,700	700,000	700,000	700,000	700,000	700,000	700,000
TOTAL EXPENDITURES	43,742,400	43,742,400	43,742,400	38,733,700	38,733,700	38,733,700	38,911,600	38,911,600	38,911,600

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund (Tobacco)	8,370,000	8,370,000	8,370,000	5,000,000	5,000,000	5,000,000	6,000,000	6,000,000	6,000,000
General Fund	13,980,200	13,980,200	13,980,200	14,895,300	14,895,300	14,895,300	14,895,700	14,895,700	14,895,700
Restricted Funds	6,259,000	6,259,000	6,259,000	5,494,400	5,494,400	5,494,400	5,666,600	5,666,600	5,666,600
Federal Funds	9,166,300	9,166,300	9,166,300	9,134,100	9,134,100	9,134,100	9,129,400	9,129,400	9,129,400
Regular Total Funds	37,775,500	37,775,500	37,775,500	34,523,800	34,523,800	34,523,800	35,691,700	35,691,700	35,691,700
Use of Continuing	5,966,900	5,966,900	5,966,900						
TOTAL BASE LEVEL	43,742,400	43,742,400	43,742,400	34,523,800	34,523,800	34,523,800	35,691,700	35,691,700	35,691,700

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund (Tobacco)	4,000,000	4,000,000	4,000,000	3,000,000	3,000,000	3,000,000
Restricted Funds	209,900	209,900	209,900	219,900	219,900	219,900
TOTAL ADDITIONAL	4,209,900	4,209,900	4,209,900	3,219,900	3,219,900	3,219,900

V. ADDITIONAL BUDGET ITEMS

1 GB Natural Resources- Office of Technical and Administrative Support

ABR595C0001 Provide funds for two (2) full-time positions for Strategic Goals Implementation.

Restricted Funds	209,900	209,900	209,900	219,900	219,900	219,900
Project Total	209,900	209,900	209,900	219,900	219,900	219,900

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Natural Resources

Fiscal Year 2005-2006				Fiscal Year 2006-2007			Fiscal Year 2007-2008		
House Budget	Senate Budget	Conference Budget		House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
2 CONT Natural Resources - Environmental Stewardship Program									
ABR595C0007 Provide funds to restore funding to Environmental Stewardship Program.									
General Fund (Tobacco)				4,000,000	4,000,000	4,000,000	3,000,000	3,000,000	3,000,000
Project Total				4,000,000	4,000,000	4,000,000	3,000,000	3,000,000	3,000,000
TOTAL ADDITIONAL				4,209,900	4,209,900	4,209,900	3,219,900	3,219,900	3,219,900

TRANSFERS TO THE GENERAL FUND

Natural Resources

Agency Revenue Fund	247,900	247,900	247,900
TOTAL	247,900	247,900	247,900

**Fiscal Biennium 2006-2008
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Natural Resources

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Division of Forestry, Restricted Funds of \$247,900 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"Emergency Forest Fire Suppression: Not less than \$240,000 of the above General Fund appropriation for each fiscal year shall be set aside for emergency forest fire suppression. There is appropriated from the General Fund the necessary funds, subject to the conditions and procedures provided in this Act, which are required as a result of emergency fire suppression activities in excess of \$240,000. Fire suppression costs in excess of \$240,000 annually shall be deemed necessary government expenses and shall be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705)."

"Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$5,000,000 in fiscal year 2006-2007 and \$6,000,000 in fiscal year 2007-2008 for the Environmental Stewardship Program."

"Maxey Flats Deep Well Monitoring Project: Notwithstanding KRS 149.280(2) and 149.670, in fiscal year 2006-2007 the Division of Forestry shall transfer \$500,000 to the Department of Environmental Protection, Division of Maxey Flats for the Deep Well Monitoring System capital project."

The State/Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement includes a language provision that directs:

"Environmental Stewardship Program: Included in the above General Fund (Tobacco) appropriation is \$5,000,000 in fiscal year 2006-2007 and \$6,000,000 in fiscal year 2007-2008 for the Environmental Stewardship Program."

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Natural Resources

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Environmental Stewardship Program: Included in the above General Fund (Tobacco) appropriation is \$9,000,000 in fiscal year 2006-2007 and \$9,000,000 in fiscal year 2007-2008 for the Environmental Stewardship Program. Included in that amount is \$200,000 in fiscal year 2006-2007 to support Mapping, Dredging and Cleanup of Canoe Creek in Henderson County."

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate amends the following Part I, Operating Budget, language provision:

"Environmental Stewardship Program: Included in the above General Fund (Tobacco) appropriation is \$9,000,000 in fiscal year 2006-2007 and \$9,000,000 in fiscal year 2007-2008 for the Environmental Stewardship Program."

CONFERENCE REPORT

The Conference concurs with the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Mine Reclamation and Enforcement

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	9,661,600	9,661,600	9,661,600	10,651,900	10,651,900	10,651,900	10,828,200	10,828,200	10,828,200
Restricted Funds	4,496,500	4,496,500	4,496,500	3,927,900	3,927,900	3,927,900	3,606,000	3,606,000	3,606,000
Federal Funds	16,879,500	16,879,500	16,879,500	18,314,400	18,314,400	18,314,400	18,871,500	18,871,500	18,871,500
Regular Total Funds	31,037,600	31,037,600	31,037,600	32,894,200	32,894,200	32,894,200	33,305,700	33,305,700	33,305,700
Use of Continuing									
TOTAL FUNDS	31,037,600	31,037,600	31,037,600	32,894,200	32,894,200	32,894,200	33,305,700	33,305,700	33,305,700
II. EXPENDITURE CATEGORY									
Personnel Costs	24,458,300	24,458,300	24,458,300	26,285,900	26,285,900	26,285,900	26,677,300	26,677,300	26,677,300
Operating Expenses	3,497,400	3,497,400	3,497,400	3,518,900	3,518,900	3,518,900	3,518,900	3,518,900	3,518,900
Grants, Loans, Benefits	1,849,400	1,849,400	1,849,400	1,961,900	1,961,900	1,961,900	1,997,000	1,997,000	1,997,000
Capital Outlay	1,232,500	1,232,500	1,232,500	1,127,500	1,127,500	1,127,500	1,112,500	1,112,500	1,112,500
TOTAL EXPENDITURES	31,037,600	31,037,600	31,037,600	32,894,200	32,894,200	32,894,200	33,305,700	33,305,700	33,305,700
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	9,661,600	9,661,600	9,661,600	10,057,300	10,057,300	10,057,300	10,173,400	10,173,400	10,173,400
Restricted Funds	4,496,500	4,496,500	4,496,500	3,813,700	3,813,700	3,813,700	3,535,500	3,535,500	3,535,500
Federal Funds	16,879,500	16,879,500	16,879,500	16,827,200	16,827,200	16,827,200	17,361,700	17,361,700	17,361,700
Regular Total Funds	31,037,600	31,037,600	31,037,600	30,698,200	30,698,200	30,698,200	31,070,600	31,070,600	31,070,600
Use of Continuing									
TOTAL BASE LEVEL	31,037,600	31,037,600	31,037,600	30,698,200	30,698,200	30,698,200	31,070,600	31,070,600	31,070,600
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				594,600	594,600	594,600	654,800	654,800	654,800
Restricted Funds				114,200	114,200	114,200	70,500	70,500	70,500
Federal Funds				1,487,200	1,487,200	1,487,200	1,509,800	1,509,800	1,509,800
TOTAL ADDITIONAL				2,196,000	2,196,000	2,196,000	2,235,100	2,235,100	2,235,100
V. ADDITIONAL BUDGET ITEMS									
1 GB	Mine Reclamation and Enforcement- Abandoned Mine Lands								
ABR595F0003	Provide funds for six (6) full-time positions. One Secretary, one Engineer, one Engineer Tech, and 3 Inspectors.								
Restricted Funds				2,800	2,800	2,800	3,000	3,000	3,000
Federal Funds				253,100	253,100	253,100	259,400	259,400	259,400
Project Total				255,900	255,900	255,900	262,400	262,400	262,400

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Mine Reclamation and Enforcement

			Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
			House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
2	GB	Mine Reclamation and Enforcement- Mine Permits									
ABR595F0001		Provide funds for 13 full-time positions to maintain current permitting level of service with increased mining operations.									
General Fund						320,200	320,200	320,200	327,600	327,600	327,600
Federal Funds						848,400	848,400	848,400	855,700	855,700	855,700
Project Total						1,168,600	1,168,600	1,168,600	1,183,300	1,183,300	1,183,300
3	GB	Mine Reclamation and Enforcement- Division of Mine Reclamation and Enforcement									
ABR595F0002		Provide funds for 19 full-time mine inspector positions.									
General Fund						274,400	274,400	274,400	327,200	327,200	327,200
Restricted Funds						111,400	111,400	111,400	67,500	67,500	67,500
Federal Funds						385,700	385,700	385,700	394,700	394,700	394,700
Project Total						771,500	771,500	771,500	789,400	789,400	789,400
TOTAL ADDITIONAL						2,196,000	2,196,000	2,196,000	2,235,100	2,235,100	2,235,100

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Mine Reclamation and Enforcement

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

"Return of Permit and Acreage Fees: Included in the above General Fund appropriation is \$675,000 in each fiscal year for the return of permit and acreage fees under KRS 350.139. Any required expenditure for this purpose in excess of this amount in either fiscal year is appropriated to the department."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Surface Coal Mining Permits: The permit block provisions of KRS 350.085(6) shall apply both to surface coal mining and reclamation operations owned or controlled by the applicant, and those operations owning or controlling the applicant. The Environmental and Public Protection Cabinet shall continue in effect the current state administrative regulations regarding ownership and control provided that a due process hearing shall be afforded at the time the Cabinet makes a preliminary determination to impose a permit block.

The Cabinet shall conditionally issue a permit, permit renewal, or authorization to conduct surface coal mining and reclamation operations, if the Cabinet finds that a direct administrative or judicial appeal is presently being pursued, in good faith, to contest the validity of the determination of ownership and control linkage. The Cabinet shall conditionally issue permits where the applicant submits proof, including a settlement agreement, that the violation is being abated to the satisfaction of the issuing state or federal agency. If the initial judicial appeal affirms the ownership or control linkage, the applicant shall have 30 days to submit proof that the violation has been or is in the process of being corrected. Nothing in this section shall preclude the applicant from seeking

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Budget Modification Report**

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Mine Reclamation and Enforcement

further judicial relief. The reporting requirements of KRS 350.060(3) shall not extend to persons at the level above a publicly traded corporation who own or control the applicant.

The Cabinet shall continue in force the current administrative regulations regarding ownership and control, in a manner consistent with this section, until the Ownership and Control Settlement Rule is finalized, at which time the state program administrative regulations shall be revised to maintain consistency with the federal requirements and shall be submitted as a state program amendment for approval by the federal Office of Surface Mining Reclamation and Enforcement."

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate removes the following Part I, Operating Budget, language provision:

"Surface Coal Mining Permits: The permit block provisions of KRS 350.085(6) shall apply both to surface coal mining and reclamation operations owned or controlled by the applicant, and those operations owning or controlling the applicant. The Environmental and Public Protection Cabinet shall continue in effect the current state administrative regulations regarding ownership and control provided that a due process hearing shall be afforded at the time that the Cabinet makes a preliminary determination to impose a permit block.

The Cabinet shall conditionally issue a permit, permit renewal, or authorization to conduct surface coal mining and reclamation operations, if the Cabinet finds that a direct administrative or judicial appeal is presently being pursued, in good faith, to contest the validity of the determination of ownership and control linkage. The Cabinet shall conditionally issue permits where the applicant submits proof, including a settlement agreement, that the violation is being abated to the satisfaction of the issuing state or federal agency. Where the initial judicial appeal affirms the ownership or control linkage, the applicant shall have 30 days to submit proof that the violation has been or is in the process of being corrected. Nothing in this section shall preclude the applicant from seeking further judicial relief. The reporting requirements of KRS 350.060(3) shall not extend to persons at the level above a publicly traded corporation who own or control the applicant.

The Cabinet shall continue in force the current regulations regarding ownership and control, in a manner consistent with this section, until Ownership and Control Settlement Rule is finalized, at which time the state program regulations shall be revised in to maintain consistency with the federal requirements and shall be submitted as a state program amendment for approval by the federal Office of Surface Mining Reclamation and Enforcement."

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Mine Reclamation and Enforcement

CONFERENCE REPORT

The Conference concurs with the House.

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F - Environmental and Public Protection Cabinet

Capital Budget

Mine Reclamation and Enforcement

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

1 Franklin Co - Lease

PRJ595F0001

General Fund

Project Total

TOTAL CAPITAL

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Operating Budget

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Budget Modification Report**

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Abandoned Mine Lands Reclamation Projects

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

"Fund Receipt and Expenditures Estimates: The above appropriation represents estimates of the funds to be received and expended for this program. If additional funds become available, the funds are appropriated subject to the conditions and procedures provided in this Act."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Environmental Quality Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	43,000	43,000	43,000						
Restricted Funds	99,000	99,000	99,000	266,600	266,600	266,600	263,800	263,800	263,800
Regular Total Funds	142,000	142,000	142,000	266,600	266,600	266,600	263,800	263,800	263,800
Use of Continuing									
TOTAL FUNDS	142,000	142,000	142,000	266,600	266,600	266,600	263,800	263,800	263,800
II. EXPENDITURE CATEGORY									
Personnel Costs	109,800	109,800	109,800	228,300	228,300	228,300	231,500	231,500	231,500
Operating Expenses	32,200	32,200	32,200	38,300	38,300	38,300	32,300	32,300	32,300
TOTAL EXPENDITURES	142,000	142,000	142,000	266,600	266,600	266,600	263,800	263,800	263,800
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	43,000	43,000	43,000						
Restricted Funds	99,000	99,000	99,000	92,700	92,700	92,700	86,800	86,800	86,800
Regular Total Funds	142,000	142,000	142,000	92,700	92,700	92,700	86,800	86,800	86,800
Use of Continuing									
TOTAL BASE LEVEL	142,000	142,000	142,000	92,700	92,700	92,700	86,800	86,800	86,800
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				173,900	173,900	173,900	177,000	177,000	177,000
TOTAL ADDITIONAL				173,900	173,900	173,900	177,000	177,000	177,000
V. ADDITIONAL BUDGET ITEMS									
1 GB Environmental Quality Commission									
ABR3500001 Provide funds for two (2) full-time positions of Executive Director and Environmental Tech.									
Restricted Funds				173,900	173,900	173,900	177,000	177,000	177,000
Project Total				173,900	173,900	173,900	177,000	177,000	177,000
TOTAL ADDITIONAL				173,900	173,900	173,900	177,000	177,000	177,000

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Environmental Quality Commission

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Kentucky Nature Preserves Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	1,007,600	1,007,600	1,007,600	1,241,500	1,091,500	1,166,500	1,241,500	1,091,500	1,166,500
Restricted Funds	353,100	353,100	353,100	378,900	378,900	378,900	402,800	402,800	402,800
Federal Funds	150,400	150,400	150,400	55,000	55,000	55,000	55,000	55,000	55,000
Regular Total Funds	1,511,100	1,511,100	1,511,100	1,675,400	1,525,400	1,600,400	1,699,300	1,549,300	1,624,300
Use of Continuing									
TOTAL FUNDS	1,511,100	1,511,100	1,511,100	1,675,400	1,525,400	1,600,400	1,699,300	1,549,300	1,624,300
II. EXPENDITURE CATEGORY									
Personnel Costs	1,211,500	1,211,500	1,211,500	1,399,800	1,249,800	1,324,800	1,423,700	1,273,700	1,348,700
Operating Expenses	218,600	218,600	218,600	217,300	217,300	217,300	217,300	217,300	217,300
Grants, Loans, Benefits	36,000	36,000	36,000	32,000	32,000	32,000	32,000	32,000	32,000
Capital Outlay				26,300	26,300	26,300	26,300	26,300	26,300
Construction	45,000	45,000	45,000						
TOTAL EXPENDITURES	1,511,100	1,511,100	1,511,100	1,675,400	1,525,400	1,600,400	1,699,300	1,549,300	1,624,300
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	1,007,600	1,007,600	1,007,600	1,091,500	1,091,500	1,091,500	1,091,500	1,091,500	1,091,500
Restricted Funds	353,100	353,100	353,100	378,900	378,900	378,900	402,800	402,800	402,800
Federal Funds	150,400	150,400	150,400	55,000	55,000	55,000	55,000	55,000	55,000
Regular Total Funds	1,511,100	1,511,100	1,511,100	1,525,400	1,525,400	1,525,400	1,549,300	1,549,300	1,549,300
Use of Continuing									
TOTAL BASE LEVEL	1,511,100	1,511,100	1,511,100	1,525,400	1,525,400	1,525,400	1,549,300	1,549,300	1,549,300
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				150,000		75,000	150,000		75,000
TOTAL ADDITIONAL				150,000		75,000	150,000		75,000
V. ADDITIONAL BUDGET ITEMS									
1 GB Kentucky Nature Preserves Commission									
ABR3750001 Provide funds to support one (1) full-time botanist position.									
General Fund				150,000		75,000	150,000		75,000
Project Total				150,000		75,000	150,000		75,000
TOTAL ADDITIONAL				150,000		75,000	150,000		75,000

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Kentucky Nature Preserves Commission

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following change:

Provides additional General Fund appropriation of \$150,000 in each year of the biennium to fill one (1) full-time vacant botanist position.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate does not provide General Fund support of \$150,000 in fiscal year 2006-2007 and \$150,000 in fiscal year 2007-2008 for one (1) full-time vacant botanist position.

CONFERENCE REPORT

The Conference concurs with the House with the following change:

The Conference provides General Fund support totaling \$75,000 in fiscal year 2006-2007 and \$75,000 in fiscal year 2007-2008 to fill one (1) full-time vacant botanist position.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Public Protection Commissioner

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	1,056,600	1,056,600	1,056,600	1,188,700	1,188,700	1,188,700	1,193,400	1,193,400	1,193,400
Regular Total Funds	1,056,600	1,056,600	1,056,600	1,188,700	1,188,700	1,188,700	1,193,400	1,193,400	1,193,400
Use of Continuing									
TOTAL FUNDS	1,056,600	1,056,600	1,056,600	1,188,700	1,188,700	1,188,700	1,193,400	1,193,400	1,193,400
II. EXPENDITURE CATEGORY									
Personnel Costs	745,900	745,900	745,900	811,400	811,400	811,400	824,600	824,600	824,600
Operating Expenses	310,700	310,700	310,700	342,300	342,300	342,300	343,800	343,800	343,800
Capital Outlay				35,000	35,000	35,000	25,000	25,000	25,000
TOTAL EXPENDITURES	1,056,600	1,056,600	1,056,600	1,188,700	1,188,700	1,188,700	1,193,400	1,193,400	1,193,400
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	1,056,600	1,056,600	1,056,600	1,188,700	1,188,700	1,188,700	1,193,400	1,193,400	1,193,400
Regular Total Funds	1,056,600	1,056,600	1,056,600	1,188,700	1,188,700	1,188,700	1,193,400	1,193,400	1,193,400
Use of Continuing									
TOTAL BASE LEVEL	1,056,600	1,056,600	1,056,600	1,188,700	1,188,700	1,188,700	1,193,400	1,193,400	1,193,400
TRANSFERS TO THE GENERAL FUND									
Public Protection Commissioner									
Agency Revenue Fund	400,000	400,000	400,000	175,000	175,000	175,000	150,000	150,000	150,000
TOTAL	400,000	400,000	400,000	175,000	175,000	175,000	150,000	150,000	150,000

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Public Protection Commissioner

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of the Commissioner, Restricted Funds of \$400,000 in fiscal year 2005-2006, \$175,000 in fiscal year 2006-2007, and \$150,000 in fiscal year 2007-2008.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

F - Environmental and Public Protection Cabinet

Operating Budget

Boxing and Wrestling Authority

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**Fiscal Biennium 2006-2008
Budget Modification Report**

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Boxing and Wrestling Authority

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Petroleum Storage Tank Environmental Assurance Fund

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund							1,740,000	3,479,000	3,479,000
Restricted Funds	29,069,400	29,069,400	29,069,400	29,164,500	29,164,500	29,164,500	29,277,700	29,277,700	29,277,700
Regular Total Funds	29,069,400	29,069,400	29,069,400	29,164,500	29,164,500	29,164,500	31,017,700	32,756,700	32,756,700
Use of Continuing									
TOTAL FUNDS	29,069,400	29,069,400	29,069,400	29,164,500	29,164,500	29,164,500	31,017,700	32,756,700	32,756,700

II. EXPENDITURE CATEGORY

Personnel Costs	3,215,700	3,215,700	3,215,700	3,317,600	3,317,600	3,317,600	3,430,400	3,430,400	3,430,400
Operating Expenses	25,353,700	25,353,700	25,353,700	25,346,900	25,346,900	25,346,900	25,347,300	25,347,300	25,347,300
Debt Service							1,740,000	3,479,000	3,479,000
Construction	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
TOTAL EXPENDITURES	29,069,400	29,069,400	29,069,400	29,164,500	29,164,500	29,164,500	31,017,700	32,756,700	32,756,700

III. BASE LEVEL BUDGET BY FUND SOURCE

Restricted Funds	29,069,400	29,069,400	29,069,400	29,164,500	29,164,500	29,164,500	29,277,700	29,277,700	29,277,700
Regular Total Funds	29,069,400	29,069,400	29,069,400	29,164,500	29,164,500	29,164,500	29,277,700	29,277,700	29,277,700
Use of Continuing									
TOTAL BASE LEVEL	29,069,400	29,069,400	29,069,400	29,164,500	29,164,500	29,164,500	29,277,700	29,277,700	29,277,700

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund							1,740,000	3,479,000	3,479,000
TOTAL ADDITIONAL							1,740,000	3,479,000	3,479,000

V. ADDITIONAL BUDGET ITEMS

1 NEW Debt Service

ABR590P0001 Provide funds to pay debt service for \$25 million bond.

General Fund							1,740,000	3,479,000	3,479,000
Project Total							1,740,000	3,479,000	3,479,000
TOTAL ADDITIONAL							1,740,000	3,479,000	3,479,000

TRANSFERS TO THE GENERAL FUND

Petroleum Storage Tank Environmental Assurance Fund

Insurance Administration Fund	626,500	626,500	626,500	41,997,300	41,997,300	41,997,300	17,564,100	17,564,100	17,564,100
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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY**F - Environmental and Public Protection Cabinet****Operating Budget****Petroleum Storage Tank Environmental Assurance Fund**

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
TOTAL	626,500	626,500	626,500	41,997,300	41,997,300	41,997,300	17,564,100	17,564,100	17,564,100

**Fiscal Biennium 2006-2008
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Petroleum Storage Tank Environmental Assurance Fund

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Petroleum Storage Tank Environmental Assurance Fund, Restricted Funds of \$625,500 in fiscal year 2005-2006, \$41,997,300 in fiscal year 2006-2007, and \$17,564,100 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"Debt Service: Included in the above General Fund appropriation in fiscal year 2007-2008 is \$3,479,000 for debt service for new bonds as set forth in Part II, Capital Projects Budget, of this Act. Included in the above Restricted Funds appropriation in fiscal year 2006-2007 is \$25,000,000 for underground storage tank fund payments from new bonds as set forth in Part II, Capital Projects Budget, of this Act."

"Financial Responsibility Account: Any Restricted Funds receipts generated by the Petroleum Storage Tank Assurance Fund in fiscal year 2006-2007 in excess of the amounts appropriated above shall be allocated to the Financial Responsibility Account to help ensure that the agency meets its reserve balance requirements in fiscal year 2007-2008."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Included in the above General Fund appropriation is \$1,740,000 in fiscal year 2007-2008 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Petroleum Storage Tank Environmental Assurance Fund

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate amends the following Part I, Operating Budget, language provision:

"Included in the above General Fund appropriation is \$3,479,000 in fiscal year 2007-2008 for new debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

CONFERENCE REPORT

The Conference concurs with the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Capital Budget

Petroleum Storage Tank Environmental Assurance Fund

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Bond Funds				25,000,000	25,000,000	25,000,000			
TOTAL CAPITAL				25,000,000	25,000,000	25,000,000			

II. CAPITAL PROJECTS

1 Petroleum Storage Tank Env Assurance Fund

PRJ590P0001									
Bond Funds				25,000,000	25,000,000	25,000,000			
Project Total				25,000,000	25,000,000	25,000,000			
TOTAL CAPITAL				25,000,000	25,000,000	25,000,000			

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Alcoholic Beverage Control

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	1,441,400	1,441,400	1,441,400	1,441,400	1,441,400	1,441,400	1,058,600	1,058,600	1,058,600
Restricted Funds	3,529,300	3,529,300	3,529,300	3,577,800	3,577,800	3,577,800	4,131,600	4,131,600	4,131,600
Regular Total Funds	4,970,700	4,970,700	4,970,700	5,019,200	5,019,200	5,019,200	5,190,200	5,190,200	5,190,200
Use of Continuing									
TOTAL FUNDS	4,970,700	4,970,700	4,970,700	5,019,200	5,019,200	5,019,200	5,190,200	5,190,200	5,190,200
II. EXPENDITURE CATEGORY									
Personnel Costs	4,195,600	4,195,600	4,195,600	4,196,900	4,196,900	4,196,900	4,281,300	4,281,300	4,281,300
Operating Expenses	775,100	775,100	775,100	822,300	822,300	822,300	908,900	908,900	908,900
TOTAL EXPENDITURES	4,970,700	4,970,700	4,970,700	5,019,200	5,019,200	5,019,200	5,190,200	5,190,200	5,190,200
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	1,441,400	1,441,400	1,441,400	1,441,400	1,441,400	1,441,400	1,058,600	1,058,600	1,058,600
Restricted Funds	3,529,300	3,529,300	3,529,300	3,577,800	3,577,800	3,577,800	4,131,600	4,131,600	4,131,600
Regular Total Funds	4,970,700	4,970,700	4,970,700	5,019,200	5,019,200	5,019,200	5,190,200	5,190,200	5,190,200
Use of Continuing									
TOTAL BASE LEVEL	4,970,700	4,970,700	4,970,700	5,019,200	5,019,200	5,019,200	5,190,200	5,190,200	5,190,200
TRANSFERS TO THE GENERAL FUND									
Alcoholic Beverage Control									
Agency Revenue Fund	3,011,700	3,011,700	3,011,700	836,200	836,200	836,200	457,600	457,600	457,600
TOTAL	3,011,700	3,011,700	3,011,700	836,200	836,200	836,200	457,600	457,600	457,600

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Alcoholic Beverage Control

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Alcoholic Beverage Control, Restricted Funds of \$3,011,700 in fiscal year 2005-2006, \$836,200 in fiscal year 2006-2007, and \$457,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

"Sale and Distribution of Tobacco Products Enforcement: Included in the above General Fund appropriation is \$250,000 in fiscal year 2006-2007 and \$250,000 in fiscal year 2007-2008 to carry out the provisions of KRS 438.337."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Charitable Gaming

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	2,932,800	2,932,800	2,932,800	3,299,600	3,299,600	3,299,600	3,343,200	3,343,200	3,343,200
Regular Total Funds	2,932,800	2,932,800	2,932,800	3,299,600	3,299,600	3,299,600	3,343,200	3,343,200	3,343,200
Use of Continuing									
TOTAL FUNDS	2,932,800	2,932,800	2,932,800	3,299,600	3,299,600	3,299,600	3,343,200	3,343,200	3,343,200
II. EXPENDITURE CATEGORY									
Personnel Costs	2,392,500	2,392,500	2,392,500	2,576,700	2,576,700	2,576,700	2,620,300	2,620,300	2,620,300
Operating Expenses	540,300	540,300	540,300	722,900	722,900	722,900	722,900	722,900	722,900
TOTAL EXPENDITURES	2,932,800	2,932,800	2,932,800	3,299,600	3,299,600	3,299,600	3,343,200	3,343,200	3,343,200
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	2,932,800	2,932,800	2,932,800	3,299,600	3,299,600	3,299,600	3,343,200	3,343,200	3,343,200
Regular Total Funds	2,932,800	2,932,800	2,932,800	3,299,600	3,299,600	3,299,600	3,343,200	3,343,200	3,343,200
Use of Continuing									
TOTAL BASE LEVEL	2,932,800	2,932,800	2,932,800	3,299,600	3,299,600	3,299,600	3,343,200	3,343,200	3,343,200
TRANSFERS TO THE GENERAL FUND									
Charitable Gaming									
Agency Revenue Fund	1,100,000	1,100,000	1,100,000						
TOTAL	1,100,000	1,100,000	1,100,000						

**Fiscal Biennium 2006-2008
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Charitable Gaming

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Charitable Gaming, Restricted Funds of \$1,100,000 in fiscal year 2005-2006.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Board of Claims/Crime Victims Compensation

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	848,000	848,000	848,000	848,000	848,000	848,000	848,000	848,000	848,000
Restricted Funds	2,101,100	2,101,100	2,101,100	2,119,200	2,119,200	2,119,200	1,997,400	1,997,400	1,997,400
Federal Funds	540,100	540,100	540,100	540,100	540,100	540,100	540,100	540,100	540,100
Regular Total Funds	3,489,200	3,489,200	3,489,200	3,507,300	3,507,300	3,507,300	3,385,500	3,385,500	3,385,500
Use of Continuing	(88,000)	(88,000)	(88,000)	44,000	44,000	44,000	44,000	44,000	44,000
TOTAL FUNDS	3,401,200	3,401,200	3,401,200	3,551,300	3,551,300	3,551,300	3,429,500	3,429,500	3,429,500
II. EXPENDITURE CATEGORY									
Personnel Costs	1,051,200	1,051,200	1,051,200	1,123,900	1,123,900	1,123,900	1,140,900	1,140,900	1,140,900
Operating Expenses	2,131,000	2,131,000	2,131,000	2,183,400	2,183,400	2,183,400	2,044,600	2,044,600	2,044,600
Grants, Loans, Benefits	219,000	219,000	219,000	244,000	244,000	244,000	244,000	244,000	244,000
TOTAL EXPENDITURES	3,401,200	3,401,200	3,401,200	3,551,300	3,551,300	3,551,300	3,429,500	3,429,500	3,429,500
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	848,000	848,000	848,000	848,000	848,000	848,000	848,000	848,000	848,000
Restricted Funds	2,101,100	2,101,100	2,101,100	1,987,200	1,987,200	1,987,200	1,997,400	1,997,400	1,997,400
Federal Funds	540,100	540,100	540,100	540,100	540,100	540,100	540,100	540,100	540,100
Regular Total Funds	3,489,200	3,489,200	3,489,200	3,375,300	3,375,300	3,375,300	3,385,500	3,385,500	3,385,500
Use of Continuing	(88,000)	(88,000)	(88,000)	44,000	44,000	44,000	44,000	44,000	44,000
TOTAL BASE LEVEL	3,401,200	3,401,200	3,401,200	3,419,300	3,419,300	3,419,300	3,429,500	3,429,500	3,429,500
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				132,000	132,000	132,000			
TOTAL ADDITIONAL				132,000	132,000	132,000			
V. ADDITIONAL BUDGET ITEMS									
1 NEW Board of Claims/Crime Victims Compensation									
ABR695R0002 Provide funds to pay for forensic exams for sexual assault victims.									
Restricted Funds				132,000	132,000	132,000			
Project Total				132,000	132,000	132,000			
TOTAL ADDITIONAL				132,000	132,000	132,000			

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Claims/Crime Victims' Compensation

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Sexual Assault Examinations: Notwithstanding KRS 216B.400(8), examinations for reported victims of sexual assault shall be paid by the Crime Victims' Compensation Board in a manner consistent with KRS Chapter 346, at a rate determined by the Board. The Board shall reimburse the hospital or sexual assault examination facility as provided in administrative regulations promulgated by the Board."

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Financial Institutions

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	7,568,600	7,568,600	7,568,600	9,223,800	9,223,800	9,223,800	9,342,200	9,342,200	9,342,200
Regular Total Funds	7,568,600	7,568,600	7,568,600	9,223,800	9,223,800	9,223,800	9,342,200	9,342,200	9,342,200
Use of Continuing									
TOTAL FUNDS	7,568,600	7,568,600	7,568,600	9,223,800	9,223,800	9,223,800	9,342,200	9,342,200	9,342,200
II. EXPENDITURE CATEGORY									
Personnel Costs	5,633,700	5,633,700	5,633,700	6,777,400	6,777,400	6,777,400	6,913,200	6,913,200	6,913,200
Operating Expenses	1,854,900	1,854,900	1,854,900	2,416,400	2,416,400	2,416,400	2,429,000	2,429,000	2,429,000
Capital Outlay	80,000	80,000	80,000	30,000	30,000	30,000			
TOTAL EXPENDITURES	7,568,600	7,568,600	7,568,600	9,223,800	9,223,800	9,223,800	9,342,200	9,342,200	9,342,200
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	7,568,600	7,568,600	7,568,600	8,545,800	8,545,800	8,545,800	8,594,200	8,594,200	8,594,200
Regular Total Funds	7,568,600	7,568,600	7,568,600	8,545,800	8,545,800	8,545,800	8,594,200	8,594,200	8,594,200
Use of Continuing									
TOTAL BASE LEVEL	7,568,600	7,568,600	7,568,600	8,545,800	8,545,800	8,545,800	8,594,200	8,594,200	8,594,200
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				678,000	678,000	678,000	748,000	748,000	748,000
TOTAL ADDITIONAL				678,000	678,000	678,000	748,000	748,000	748,000
V. ADDITIONAL BUDGET ITEMS									
1 GB Financial Institutions- Division of Securities									
ABR695G0004 Provide funds for two (2) full-time positions.									
Restricted Funds				128,000	128,000	128,000	148,000	148,000	148,000
Project Total				128,000	128,000	128,000	148,000	148,000	148,000
2 EXPAN Financial Institutions- Division of Financial Institutions									
ABR695G0002 Provide funds for ten (10) full-time positions.									
Restricted Funds				550,000	550,000	550,000	600,000	600,000	600,000
Project Total				550,000	550,000	550,000	600,000	600,000	600,000
TOTAL ADDITIONAL				678,000	678,000	678,000	748,000	748,000	748,000

TRANSFERS TO THE GENERAL FUND

Financial Institutions

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Financial Institutions

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
TRANSFERS TO THE GENERAL FUND									
Agency Revenue Fund	3,295,100	3,295,100	3,295,100	1,851,300	1,851,300	1,851,300	1,900,900	1,900,900	1,900,900
TOTAL	3,295,100	3,295,100	3,295,100	1,851,300	1,851,300	1,851,300	1,900,900	1,900,900	1,900,900

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Financial Institutions

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes the following language provision:

"Abandoned Property Held by Financial Institutions: Notwithstanding KRS 393.060, the dormancy period for property held or owing by a banking or financial institution, other than traveler's checks, shall be three years rather than seven years."

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Financial Institutions, Restricted Funds of \$3,295,100 in fiscal year 2005-2006, \$1,851,300 in fiscal year 2006-2007, and \$1,900,900 in fiscal year 2007-2008.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Horse Racing Authority

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	509,700	509,700	509,700	509,700	509,700	1,709,700	509,700	509,700	509,700
Restricted Funds	28,504,800	28,504,800	28,504,800	27,934,800	27,934,800	27,934,800	27,778,100	27,778,100	27,778,100
Regular Total Funds	29,014,500	29,014,500	29,014,500	28,444,500	28,444,500	29,644,500	28,287,800	28,287,800	28,287,800
Use of Continuing									
TOTAL FUNDS	29,014,500	29,014,500	29,014,500	28,444,500	28,444,500	29,644,500	28,287,800	28,287,800	28,287,800
II. EXPENDITURE CATEGORY									
Personnel Costs	2,419,200	2,419,200	2,419,200	2,221,700	2,221,700	2,221,700	2,086,700	2,086,700	2,086,700
Operating Expenses	1,622,100	1,622,100	1,622,100	1,537,300	1,537,300	2,737,300	1,515,600	1,515,600	1,515,600
Grants, Loans, Benefits	24,973,200	24,973,200	24,973,200	24,685,500	24,685,500	24,685,500	24,685,500	24,685,500	24,685,500
TOTAL EXPENDITURES	29,014,500	29,014,500	29,014,500	28,444,500	28,444,500	29,644,500	28,287,800	28,287,800	28,287,800
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	509,700	509,700	509,700	509,700	509,700	1,709,700	509,700	509,700	509,700
Restricted Funds	28,504,800	28,504,800	28,504,800	27,934,800	27,934,800	27,934,800	27,778,100	27,778,100	27,778,100
Regular Total Funds	29,014,500	29,014,500	29,014,500	28,444,500	28,444,500	29,644,500	28,287,800	28,287,800	28,287,800
Use of Continuing									
TOTAL BASE LEVEL	29,014,500	29,014,500	29,014,500	28,444,500	28,444,500	29,644,500	28,287,800	28,287,800	28,287,800

**Fiscal Biennium 2006-2008
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Horse Racing Authority

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate with the following change:

The Conference adds the following Part I, Operating Budget, language provisions:

"Prohibition of Racing Dates Fee and Assessments: The Horse Racing Authority is prohibited from imposing a fee or assessment on thoroughbred and standardbred race tracks, based on the number of racing dates allotted to each track."

"Management and Financial Audit: A management and financial audit shall be conducted by the Auditor of Public Accounts and shall be completed by December 31, 2006. A report shall be provided to the Interim Joint Committee on Licensing and Occupations and the racing associations licensed pursuant to KRS Chapter 230."

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Housing, Buildings and Construction

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	2,380,900	2,380,900	2,380,900	2,524,200	2,524,200	2,524,200	2,524,200	2,524,200	2,524,200
Restricted Funds	13,134,300	13,134,300	13,134,300	15,867,900	15,867,900	15,867,900	16,158,900	16,158,900	16,158,900
Federal Funds	6,000	6,000	6,000						
Regular Total Funds	15,521,200	15,521,200	15,521,200	18,392,100	18,392,100	18,392,100	18,683,100	18,683,100	18,683,100
Use of Continuing									
TOTAL FUNDS	15,521,200	15,521,200	15,521,200	18,392,100	18,392,100	18,392,100	18,683,100	18,683,100	18,683,100
II. EXPENDITURE CATEGORY									
Personnel Costs	12,470,500	12,470,500	12,470,500	15,236,600	15,236,600	15,236,600	15,525,300	15,525,300	15,525,300
Operating Expenses	3,050,700	3,050,700	3,050,700	3,155,500	3,155,500	3,155,500	3,157,800	3,157,800	3,157,800
TOTAL EXPENDITURES	15,521,200	15,521,200	15,521,200	18,392,100	18,392,100	18,392,100	18,683,100	18,683,100	18,683,100
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	2,380,900	2,380,900	2,380,900	1,402,300	1,402,300	1,402,300	1,374,900	1,374,900	1,374,900
Restricted Funds	13,134,300	13,134,300	13,134,300	13,297,600	13,297,600	13,297,600	13,581,000	13,581,000	13,581,000
Federal Funds	6,000	6,000	6,000						
Regular Total Funds	15,521,200	15,521,200	15,521,200	14,699,900	14,699,900	14,699,900	14,955,900	14,955,900	14,955,900
Use of Continuing									
TOTAL BASE LEVEL	15,521,200	15,521,200	15,521,200	14,699,900	14,699,900	14,699,900	14,955,900	14,955,900	14,955,900
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				1,121,900	1,121,900	1,121,900	1,149,300	1,149,300	1,149,300
Restricted Funds				2,570,300	2,570,300	2,570,300	2,577,900	2,577,900	2,577,900
TOTAL ADDITIONAL				3,692,200	3,692,200	3,692,200	3,727,200	3,727,200	3,727,200
V. ADDITIONAL BUDGET ITEMS									
1 GB Housing Buildings and Construction- Fire Prevention									
ABR695P0002 Provide funds for twenty-six (26) full-time positions.									
General Fund				1,121,900	1,121,900	1,121,900	1,149,300	1,149,300	1,149,300
Restricted Funds				170,500	170,500	170,500	181,600	181,600	181,600
Project Total				1,292,400	1,292,400	1,292,400	1,330,900	1,330,900	1,330,900
2 GB Housing Buildings and Construction- Plumbing									
ABR695P0003 Provide funds for twenty-five (25) full-time positions to reduce plumbing inspection backlog.									
Restricted Funds				1,702,600	1,702,600	1,702,600	1,707,600	1,707,600	1,707,600
Project Total				1,702,600	1,702,600	1,702,600	1,707,600	1,707,600	1,707,600

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Housing, Buildings and Construction

		Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
		House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
3	GB	Housing Buildings and Construction- Building Codes Enforcement								
ABR695P0005		Provide funds for nine (9) full-time positions to reduce the time needed to issue building permits.								
Restricted Funds					506,800	506,800	506,800	499,900	499,900	499,900
Project Total					506,800	506,800	506,800	499,900	499,900	499,900
4	GB	Housing Buildings and Construction- HVAC								
ABR695P0004		Provide funds for three (3) full-time HVAC inspector positions.								
Restricted Funds					190,400	190,400	190,400	188,800	188,800	188,800
Project Total					190,400	190,400	190,400	188,800	188,800	188,800
TOTAL ADDITIONAL					3,692,200	3,692,200	3,692,200	3,727,200	3,727,200	3,727,200

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Housing, Buildings and Construction

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State /Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

"Funding Flexibility: Notwithstanding KRS 198B.090, 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1), 236.130(3), and 318.136, the Office of Housing, Buildings and Construction may expend Restricted Funds for programs administered by the Office."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to delete the following language provision:

"Funding Flexibility: Notwithstanding KRS 198B.090, 198B.095(2), 198B.615, 198B.676(2), 227.620(5), 227A.050(1), 236.130(3), and 318.136, the Office of Housing, Buildings and Construction may expend Restricted Funds for programs administered by the Office."

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

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F - Environmental and Public Protection Cabinet

Capital Budget

Housing, Buildings and Construction

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

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General Fund

Project Total

TOTAL CAPITAL

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Insurance

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund (Tobacco)	15,612,600	15,612,600	15,612,600	13,692,700	13,692,700	13,692,700	14,496,000	14,496,000	14,496,000
General Fund				6,500,000	6,500,000	6,500,000	13,500,000	13,500,000	13,500,000
Restricted Funds	21,883,600	21,883,600	21,883,600	22,110,700	22,110,700	22,110,700	22,318,000	22,318,000	22,318,000
Regular Total Funds	37,496,200	37,496,200	37,496,200	42,303,400	42,303,400	42,303,400	50,314,000	50,314,000	50,314,000
Use of Continuing									
TOTAL FUNDS	37,496,200	37,496,200	37,496,200	42,303,400	42,303,400	42,303,400	50,314,000	50,314,000	50,314,000
II. EXPENDITURE CATEGORY									
Personnel Costs	33,817,700	33,817,700	33,817,700	32,080,500	32,080,500	32,080,500	33,053,000	33,053,000	33,053,000
Operating Expenses	3,678,500	3,678,500	3,678,500	3,722,900	3,722,900	3,722,900	3,761,000	3,761,000	3,761,000
Grants, Loans, Benefits				6,500,000	6,500,000	6,500,000	13,500,000	13,500,000	13,500,000
TOTAL EXPENDITURES	37,496,200	37,496,200	37,496,200	42,303,400	42,303,400	42,303,400	50,314,000	50,314,000	50,314,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund (Tobacco)	15,612,600	15,612,600	15,612,600	13,692,700	13,692,700	13,692,700	14,496,000	14,496,000	14,496,000
Restricted Funds	21,883,600	21,883,600	21,883,600	22,043,800	22,043,800	22,043,800	22,250,200	22,250,200	22,250,200
Regular Total Funds	37,496,200	37,496,200	37,496,200	35,736,500	35,736,500	35,736,500	36,746,200	36,746,200	36,746,200
Use of Continuing									
TOTAL BASE LEVEL	37,496,200	37,496,200	37,496,200	35,736,500	35,736,500	35,736,500	36,746,200	36,746,200	36,746,200
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				6,500,000	6,500,000	6,500,000	13,500,000	13,500,000	13,500,000
Restricted Funds				66,900	66,900	66,900	67,800	67,800	67,800
TOTAL ADDITIONAL				6,566,900	6,566,900	6,566,900	13,567,800	13,567,800	13,567,800
V. ADDITIONAL BUDGET ITEMS									
1 NEW Insurance - Small Business Health Insurance Subsidy Program									
ABR695D0012 Provide funds to support the expenditures of the Small Business Health Insurance Subsidy Program.									
General Fund				6,500,000	6,500,000	6,500,000	13,500,000	13,500,000	13,500,000
Project Total				6,500,000	6,500,000	6,500,000	13,500,000	13,500,000	13,500,000
2 EXPAN Insurance - Division of Financial Standards and Examination									
ABR695D0006 Provide funds to fill one position in the Captive Insurance Program.									
Restricted Funds				66,900	66,900	66,900	67,800	67,800	67,800
Project Total				66,900	66,900	66,900	67,800	67,800	67,800

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Insurance

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
TOTAL ADDITIONAL				6,566,900	6,566,900	6,566,900	13,567,800	13,567,800	13,567,800

TRANSFERS TO THE GENERAL FUND

Insurance

Agency Revenue Fund	8,659,700	8,659,700	8,659,700	9,000,000	9,000,000	9,000,000	10,750,000	10,750,000	10,750,000
TOTAL	8,659,700	8,659,700	8,659,700	9,000,000	9,000,000	9,000,000	10,750,000	10,750,000	10,750,000

**Fiscal Biennium 2006-2008
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Insurance

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from the Office of Insurance, Restricted Funds of \$8,659,700 in fiscal year 2005-2006, \$9,000,000 in fiscal year 2006-2007, and \$10,750,000 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$13,692,700 in fiscal year 2006-2007 and \$14,496,000 in fiscal year 2007-2008 for the Kentucky Access Program."

"Kentucky Access: Notwithstanding KRS 304.17B-021, during the 2006-2008 biennium, the Secretary of the Environmental and Public Protection Cabinet may seek authorization from the State Budget Director to reallocate excess unbudgeted operating funds generated by the Office of Insurance to Kentucky Access. Any such funding reallocations that are approved by the State Budget Director shall be reported to the Interim Joint Committee on Appropriations and Revenue consistent with the provisions of this Act."

"Small Business Health Insurance: Included in the above General Fund appropriation is \$6,500,000 in fiscal year 2006-2007 and \$13,500,000 in fiscal year 2007-2008 to fund the Small Business Health Insurance Subsidy Program."

The State/Executive Branch Budget Bill, Part X, Phase 1 Tobacco Settlement, includes a language provision that directs:

"Kentucky Access Program: Included in the above General Fund (Tobacco) appropriation is \$13,692,700 in fiscal year 2006-2007 and \$14,496,000 in fiscal year 2007-2008 for the Kentucky Access Program."

HOUSE REPORT

The House concurs with the Branch with the following change:

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Insurance

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Additional Personnel: Included in the above Restricted Funds appropriation is \$66,900 in fiscal year 2006-2007 and \$67,800 in fiscal year 2007-2008 to fill one position in the Captive Insurance Program."

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

F - Environmental and Public Protection Cabinet

Capital Budget

Insurance

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget

I. CAPITAL PROJECT RECAP BY FUND SOURCE

General Fund

TOTAL CAPITAL

II. CAPITAL PROJECTS

1 Franklin County - Lease

PRJ695D0001

General Fund

Project Total

TOTAL CAPITAL

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Mine Safety Review Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	198,500	198,500	198,500	200,700	200,700	200,700	202,400	202,400	202,400
Regular Total Funds	198,500	198,500	198,500	200,700	200,700	200,700	202,400	202,400	202,400
Use of Continuing									
TOTAL FUNDS	198,500	198,500	198,500	200,700	200,700	200,700	202,400	202,400	202,400
II. EXPENDITURE CATEGORY									
Personnel Costs	171,700	171,700	171,700	173,400	173,400	173,400	175,100	175,100	175,100
Operating Expenses	26,800	26,800	26,800	27,300	27,300	27,300	27,300	27,300	27,300
TOTAL EXPENDITURES	198,500	198,500	198,500	200,700	200,700	200,700	202,400	202,400	202,400
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	198,500	198,500	198,500	200,700	200,700	200,700	202,400	202,400	202,400
Regular Total Funds	198,500	198,500	198,500	200,700	200,700	200,700	202,400	202,400	202,400
Use of Continuing									
TOTAL BASE LEVEL	198,500	198,500	198,500	200,700	200,700	200,700	202,400	202,400	202,400

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Mine Safety Review Commission

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Mine Safety and Licensing

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	9,460,200	9,460,200	9,460,200	9,522,600	9,522,600	9,522,600	9,522,600	9,522,600	9,522,600
Restricted Funds	261,000	261,000	261,000	1,437,200	1,437,200	1,437,200	1,635,900	1,635,900	1,635,900
Federal Funds	980,500	980,500	980,500	581,100	581,100	581,100	581,100	581,100	581,100
Regular Total Funds	10,701,700	10,701,700	10,701,700	11,540,900	11,540,900	11,540,900	11,739,600	11,739,600	11,739,600
Use of Continuing									
TOTAL FUNDS	10,701,700	10,701,700	10,701,700	11,540,900	11,540,900	11,540,900	11,739,600	11,739,600	11,739,600
II. EXPENDITURE CATEGORY									
Personnel Costs	8,836,600	8,836,600	8,836,600	9,408,400	9,408,400	9,408,400	9,605,500	9,605,500	9,605,500
Operating Expenses	1,805,100	1,805,100	1,805,100	2,069,500	2,069,500	2,069,500	2,069,500	2,069,500	2,069,500
Capital Outlay	60,000	60,000	60,000	63,000	63,000	63,000	64,600	64,600	64,600
TOTAL EXPENDITURES	10,701,700	10,701,700	10,701,700	11,540,900	11,540,900	11,540,900	11,739,600	11,739,600	11,739,600
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	9,460,200	9,460,200	9,460,200	9,099,700	9,099,700	9,099,700	9,087,300	9,087,300	9,087,300
Restricted Funds	261,000	261,000	261,000	1,437,200	1,437,200	1,437,200	1,635,900	1,635,900	1,635,900
Federal Funds	980,500	980,500	980,500	581,100	581,100	581,100	581,100	581,100	581,100
Regular Total Funds	10,701,700	10,701,700	10,701,700	11,118,000	11,118,000	11,118,000	11,304,300	11,304,300	11,304,300
Use of Continuing									
TOTAL BASE LEVEL	10,701,700	10,701,700	10,701,700	11,118,000	11,118,000	11,118,000	11,304,300	11,304,300	11,304,300
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				422,900	422,900	422,900	435,300	435,300	435,300
TOTAL ADDITIONAL				422,900	422,900	422,900	435,300	435,300	435,300
V. ADDITIONAL BUDGET ITEMS									
1 GB	Mine Safety and Licensing - Office of Safety Inspection and Licensing								
ABR595E0003	Provide funds to fill five inspection positions.								
General Fund				235,100	235,100	235,100	241,100	241,100	241,100
Project Total				235,100	235,100	235,100	241,100	241,100	241,100
2 GB	Mine Safety and Licensing - Office of Safety Analysis, Training and Certification								
ABR595E0001	Provide funds to fill four safety analysis positions and purchase two vehicles.								
General Fund				187,800	187,800	187,800	194,200	194,200	194,200
Project Total				187,800	187,800	187,800	194,200	194,200	194,200

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY**F - Environmental and Public Protection Cabinet****Operating Budget****Mine Safety and Licensing**

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
TOTAL ADDITIONAL				422,900	422,900	422,900	435,300	435,300	435,300

**Fiscal Biennium 2006-2008
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Mine Safety and Licensing

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes a language provision that directs:

"Coal Workers' Pneumoconiosis Fund: Included in the above Restricted Funds appropriation is \$952,000 in fiscal year 2006-2007 and \$952,000 in fiscal year 2007-2008 to support compliance, education, and training programs from the Coal Workers' Pneumoconiosis Fund."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate with the following change:

The Conference adds a Part I, Operating Budget, language provision as follows:

"Necessary Mine Inspection Funding: To adequately fund mine inspection salaries beyond the personnel appropriation during the biennium, up to \$750,000 in each fiscal year shall be deemed a necessary government expense and transferred from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705). These funds shall be transferred only upon certification of need by the Secretary of the Environmental and Public Protection Cabinet to the Secretary of the Finance and Administration Cabinet."

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Public Service Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	6,295,600	6,295,600	6,295,600	12,624,800	12,624,800	12,624,800	13,006,000	13,006,000	13,006,000
Restricted Funds	1,024,000	1,024,000	1,024,000	850,000	850,000	850,000	850,000	850,000	850,000
Federal Funds	206,700	206,700	206,700	216,000	216,000	216,000	218,300	218,300	218,300
Regular Total Funds	7,526,300	7,526,300	7,526,300	13,690,800	13,690,800	13,690,800	14,074,300	14,074,300	14,074,300
Use of Continuing	2,261,700	2,261,700	2,261,700						
TOTAL FUNDS	9,788,000	9,788,000	9,788,000	13,690,800	13,690,800	13,690,800	14,074,300	14,074,300	14,074,300
II. EXPENDITURE CATEGORY									
Personnel Costs	8,040,000	8,040,000	8,040,000	9,869,400	9,869,400	9,869,400	10,128,700	10,128,700	10,128,700
Operating Expenses	1,090,800	1,090,800	1,090,800	3,177,200	3,177,200	3,177,200	3,319,800	3,319,800	3,319,800
Debt Service	589,000	589,000	589,000	589,000	589,000	589,000	589,000	589,000	589,000
Capital Outlay	68,200	68,200	68,200	55,200	55,200	55,200	36,800	36,800	36,800
TOTAL EXPENDITURES	9,788,000	9,788,000	9,788,000	13,690,800	13,690,800	13,690,800	14,074,300	14,074,300	14,074,300
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	6,295,600	6,295,600	6,295,600	11,999,000	11,999,000	11,999,000	12,343,300	12,343,300	12,343,300
Restricted Funds	1,024,000	1,024,000	1,024,000	850,000	850,000	850,000	850,000	850,000	850,000
Federal Funds	206,700	206,700	206,700	216,000	216,000	216,000	218,300	218,300	218,300
Regular Total Funds	7,526,300	7,526,300	7,526,300	13,065,000	13,065,000	13,065,000	13,411,600	13,411,600	13,411,600
Use of Continuing	2,261,700	2,261,700	2,261,700						
TOTAL BASE LEVEL	9,788,000	9,788,000	9,788,000	13,065,000	13,065,000	13,065,000	13,411,600	13,411,600	13,411,600
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund				625,800	625,800	625,800	662,700	662,700	662,700
TOTAL ADDITIONAL				625,800	625,800	625,800	662,700	662,700	662,700
V. ADDITIONAL BUDGET ITEMS									
1 GB Public Service Commission - Division of Financial Analysis									
ABR695F0002 Provide funds to fill two positions.									
General Fund				113,300	113,300	113,300	120,200	120,200	120,200
Project Total				113,300	113,300	113,300	120,200	120,200	120,200
2 GB Public Service Commission - Commission Operations									
ABR695F0001 Provide funds to fill seven positions.									
General Fund				512,500	512,500	512,500	542,500	542,500	542,500
Project Total				512,500	512,500	512,500	542,500	542,500	542,500

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY**F - Environmental and Public Protection Cabinet****Operating Budget****Public Service Commission**

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
TOTAL ADDITIONAL				625,800	625,800	625,800	662,700	662,700	662,700

**Fiscal Biennium 2006-2008
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Public Service Commission

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"Debt Service: Included in the above General Fund appropriation is \$589,000 in fiscal year 2006-2007 and \$589,000 in fiscal year 2007-2008 for debt service for previously issued bonds."

"Lapse of General Fund Appropriation Balance: Notwithstanding KRS 278.150(3), \$5,273,000 in fiscal year 2005-2006 shall lapse to the credit of the General Fund."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House amends the State/Executive Branch Budget Bill, Part I, operating Budget to include the following language provisions:

"Notwithstanding KRS 278.150(3), \$1,000,000 in fiscal year 2006-2007 and \$1,000,000 in fiscal year 2007-2008 shall lapse to the credit of the General Fund."

"Water Districts and Water Associations: A water district created pursuant to KRS Chapter 74 and a water association created pursuant to KRS Chapter 273 that undertakes a waterline extension or improvement project shall not be required to obtain a certificate of public convenience and necessity pursuant to KRS 278.020(1) if the water district or water association is a Class A or B utility as defined in the Uniform System of Accounts established by the Public Service Commission, pursuant to KRS 278.220, as the system of accounts prescribed for utilities in Kentucky, and either: (a) The water line extension or improvement project will not cost in excess of \$500,000; or (b) The water district or water association will not, as a result of the water line extension or improvement project, incur

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Public Service Commission

obligations requiring Public Service Commission approval pursuant to KRS 278.300. In either case, the water district or water association shall not, as a result of the water line extension or improvement project, increase rates to its customers."

"Kentucky Broadband Task Force Report: The Kentucky Broadband Task Force shall examine the deployment of broadband, as defined in KRS 278.5461, in the Commonwealth and provide to the Legislative Research Commission and to the Governor a final report to be submitted no later than November 15, 2006."

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate with the following change:

The Conference adds a Part I, Operating Budget, language provision as follows:

"Telecommunication Access Program: Notwithstanding KRS 278.5499, the funding mechanism for the telecommunication device for the deaf distribution program shall allocate not more than two cents per access line per month."

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Tax Appeals

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	429,500	429,500	429,500	471,400	471,400	471,400	465,400	465,400	465,400
Regular Total Funds	429,500	429,500	429,500	471,400	471,400	471,400	465,400	465,400	465,400
Use of Continuing									
TOTAL FUNDS	429,500	429,500	429,500	471,400	471,400	471,400	465,400	465,400	465,400
II. EXPENDITURE CATEGORY									
Personnel Costs	380,900	380,900	380,900	422,800	422,800	422,800	416,800	416,800	416,800
Operating Expenses	48,600	48,600	48,600	48,600	48,600	48,600	48,600	48,600	48,600
TOTAL EXPENDITURES	429,500	429,500	429,500	471,400	471,400	471,400	465,400	465,400	465,400
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	429,500	429,500	429,500	471,400	471,400	471,400	465,400	465,400	465,400
Regular Total Funds	429,500	429,500	429,500	471,400	471,400	471,400	465,400	465,400	465,400
Use of Continuing									
TOTAL BASE LEVEL	429,500	429,500	429,500	471,400	471,400	471,400	465,400	465,400	465,400

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Budget Modification Report**

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Tax Appeals

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Labor

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	2,602,200	2,602,200	2,602,200	2,453,400	2,453,400	2,453,400	2,456,800	2,456,800	2,456,800
Restricted Funds	122,470,000	122,470,000	122,470,000	116,986,200	116,986,200	116,986,200	117,654,300	117,654,300	117,654,300
Federal Funds	3,172,700	3,172,700	3,172,700	3,343,800	3,343,800	3,343,800	3,329,800	3,329,800	3,329,800
Regular Total Funds	128,244,900	128,244,900	128,244,900	122,783,400	122,783,400	122,783,400	123,440,900	123,440,900	123,440,900
Use of Continuing									
TOTAL FUNDS	128,244,900	128,244,900	128,244,900	122,783,400	122,783,400	122,783,400	123,440,900	123,440,900	123,440,900
II. EXPENDITURE CATEGORY									
Personnel Costs	22,115,400	22,115,400	22,115,400	23,456,500	23,456,500	23,456,500	23,997,200	23,997,200	23,997,200
Operating Expenses	5,595,300	5,595,300	5,595,300	6,106,900	6,106,900	6,106,900	7,380,200	7,380,200	7,380,200
Grants, Loans, Benefits	100,216,000	100,216,000	100,216,000	92,921,000	92,921,000	92,921,000	91,921,000	91,921,000	91,921,000
Capital Outlay	318,200	318,200	318,200	299,000	299,000	299,000	142,500	142,500	142,500
TOTAL EXPENDITURES	128,244,900	128,244,900	128,244,900	122,783,400	122,783,400	122,783,400	123,440,900	123,440,900	123,440,900
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	2,602,200	2,602,200	2,602,200	2,453,400	2,453,400	2,453,400	2,456,800	2,456,800	2,456,800
Restricted Funds	122,470,000	122,470,000	122,470,000	116,986,200	116,986,200	116,986,200	117,654,300	117,654,300	117,654,300
Federal Funds	3,172,700	3,172,700	3,172,700	3,343,800	3,343,800	3,343,800	3,329,800	3,329,800	3,329,800
Regular Total Funds	128,244,900	128,244,900	128,244,900	122,783,400	122,783,400	122,783,400	123,440,900	123,440,900	123,440,900
Use of Continuing									
TOTAL BASE LEVEL	128,244,900	128,244,900	128,244,900	122,783,400	122,783,400	122,783,400	123,440,900	123,440,900	123,440,900

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Budget Modification Report**

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Labor

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

F - Environmental and Public Protection Cabinet

Capital Budget

Labor

Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget

I. CAPITAL PROJECT RECAP BY FUND SOURCE

Restricted Funds

TOTAL CAPITAL

II. CAPITAL PROJECTS

1 Franklin County - Lease - 657 Chamberlin Ave

PRJ9200006

Restricted Funds

Project Total

2 Franklin County - Lease - U.S.127

PRJ9200001

Restricted Funds

Project Total

TOTAL CAPITAL

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CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Occupational Safety and Health Review Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	560,500	560,500	560,500	500,600	500,600	500,600	510,900	510,900	510,900
Regular Total Funds	560,500	560,500	560,500	500,600	500,600	500,600	510,900	510,900	510,900
Use of Continuing									
TOTAL FUNDS	560,500	560,500	560,500	500,600	500,600	500,600	510,900	510,900	510,900
II. EXPENDITURE CATEGORY									
Personnel Costs	508,700	508,700	508,700	438,500	438,500	438,500	444,300	444,300	444,300
Operating Expenses	51,800	51,800	51,800	62,100	62,100	62,100	66,600	66,600	66,600
TOTAL EXPENDITURES	560,500	560,500	560,500	500,600	500,600	500,600	510,900	510,900	510,900
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	560,500	560,500	560,500	500,600	500,600	500,600	510,900	510,900	510,900
Regular Total Funds	560,500	560,500	560,500	500,600	500,600	500,600	510,900	510,900	510,900
Use of Continuing									
TOTAL BASE LEVEL	560,500	560,500	560,500	500,600	500,600	500,600	510,900	510,900	510,900

**Fiscal Biennium 2006-2008
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KY Occupational Safety and Health Review Comm.

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Workers Compensation Board

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	922,200	922,200	922,200	937,900	937,900	937,900	949,500	949,500	949,500
Regular Total Funds	922,200	922,200	922,200	937,900	937,900	937,900	949,500	949,500	949,500
Use of Continuing									
TOTAL FUNDS	922,200	922,200	922,200	937,900	937,900	937,900	949,500	949,500	949,500
II. EXPENDITURE CATEGORY									
Personnel Costs	793,500	793,500	793,500	822,500	822,500	822,500	834,800	834,800	834,800
Operating Expenses	128,700	128,700	128,700	115,400	115,400	115,400	114,700	114,700	114,700
TOTAL EXPENDITURES	922,200	922,200	922,200	937,900	937,900	937,900	949,500	949,500	949,500
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	922,200	922,200	922,200	937,900	937,900	937,900	949,500	949,500	949,500
Regular Total Funds	922,200	922,200	922,200	937,900	937,900	937,900	949,500	949,500	949,500
Use of Continuing									
TOTAL BASE LEVEL	922,200	922,200	922,200	937,900	937,900	937,900	949,500	949,500	949,500

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Workers' Compensation Board

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House.

CONFERENCE REPORT

The Conference concurs with the House and the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Workers Compensation Funding Commission

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	127,237,200	127,237,200	127,237,200	137,298,200	137,298,200	137,298,200	135,181,600	135,181,600	135,181,600
Regular Total Funds	127,237,200	127,237,200	127,237,200	137,298,200	137,298,200	137,298,200	135,181,600	135,181,600	135,181,600
Use of Continuing									
TOTAL FUNDS	127,237,200	127,237,200	127,237,200	137,298,200	137,298,200	137,298,200	135,181,600	135,181,600	135,181,600
II. EXPENDITURE CATEGORY									
Personnel Costs	1,411,900	1,411,900	1,411,900	1,331,100	1,331,100	1,331,100	1,451,100	1,451,100	1,451,100
Operating Expenses	125,825,300	125,825,300	125,825,300	135,967,100	135,967,100	135,967,100	133,730,500	133,730,500	133,730,500
TOTAL EXPENDITURES	127,237,200	127,237,200	127,237,200	137,298,200	137,298,200	137,298,200	135,181,600	135,181,600	135,181,600
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	127,237,200	127,237,200	127,237,200	133,562,700	133,562,700	133,562,700	133,562,700	133,562,700	133,562,700
Regular Total Funds	127,237,200	127,237,200	127,237,200	133,562,700	133,562,700	133,562,700	133,562,700	133,562,700	133,562,700
Use of Continuing									
TOTAL BASE LEVEL	127,237,200	127,237,200	127,237,200	133,562,700	133,562,700	133,562,700	133,562,700	133,562,700	133,562,700
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
Restricted Funds				3,735,500	3,735,500	3,735,500	1,618,900	1,618,900	1,618,900
TOTAL ADDITIONAL				3,735,500	3,735,500	3,735,500	1,618,900	1,618,900	1,618,900
V. ADDITIONAL BUDGET ITEMS									
1 GB Workers Compensation Funding Commission									
ABR9300001 Provide funds for additional support for workers compensation payments and administration.									
Restricted Funds				3,735,500	3,735,500	3,735,500	1,618,900	1,618,900	1,618,900
Project Total				3,735,500	3,735,500	3,735,500	1,618,900	1,618,900	1,618,900
TOTAL ADDITIONAL				3,735,500	3,735,500	3,735,500	1,618,900	1,618,900	1,618,900
TRANSFERS TO THE GENERAL FUND									
Workers Compensation Funding Commission									
Insurance Administration Fund					3,735,500	3,735,500		1,618,900	1,618,900
TOTAL					3,735,500	3,735,500		1,618,900	1,618,900

**Fiscal Biennium 2006-2008
Budget Modification Report**

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Workers' Compensation Funding Commission

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in fiscal biennium 2006-2008 based upon extending the reduced fiscal year 2005-2006 funding level as revised by the Governor's fiscal year 2005-2006 Budget Stability Initiative. This initiative is projected to contribute \$142,500,000 to the General Fund during fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy addresses increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget includes language provisions that direct:

"Commission Funding: Notwithstanding KRS 342.122(1)(c), no General Fund appropriation is provided to the Kentucky Workers' Compensation Funding Commission in fiscal year 2006-2007 and fiscal year 2007-2008."

"Mine Safety Funding: Notwithstanding KRS 342.122(1)(a), \$952,000 in each year of the biennium from the Coal Workers' Pneumoconiosis Fund shall support mine safety compliance, education, and training in the Office of Mine Safety and Licensing in the Department of Public Protection."

HOUSE REPORT

The House concurs with the Branch.

SENATE REPORT

The Senate concurs with the House with the following change:

The Senate amends Part V, Funds Transfer, to include: \$3,735,500 in fiscal year 2006-2007 and \$1,618,900 in fiscal year 2007-2008.

CONFERENCE REPORT

The Conference concurs with the Senate.

CONFERENCE BUDGET REPORT - 2006 REGULAR SESSION OF THE GENERAL ASSEMBLY

F - Environmental and Public Protection Cabinet

Operating Budget

Environmental and Public Protection

	Fiscal Year 2005-2006			Fiscal Year 2006-2007			Fiscal Year 2007-2008		
	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget	House Budget	Senate Budget	Conference Budget
TRANSFERS TO THE GENERAL FUND									
Environmental and Public Protection									
Kentucky Pride Trust Fund				18,000,000	18,000,000	18,000,000			
Kentucky Pride Trust Fund				2,006,300	2,006,300	2,006,300	2,006,300	2,006,300	2,006,300
TOTAL				20,006,300	20,006,300	20,006,300	2,006,300	2,006,300	2,006,300

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